

UNITED STATES BANKRUPTCY COURT  
EASTERN DISTRICT OF NEW YORK

\_\_\_\_\_X  
In re:

Chapter 11  
Case No. 810-76069

RICHARD M. SCHWARTZ  
and FAITH R. SCHWARTZ,

Debtors.  
\_\_\_\_\_X

**AFFIDAVIT OF CIRCUMSTANCES LEADING TO CHAPTER 11 FILING**

RICHARD M. SCHWARTZ and FAITH R. SCHWARTZ being duly sworn, deposes and  
says:

1. We are the debtors in this Chapter 11 case which has been filed to save our home  
located at 190 West Ivy Hill Road, Woodmere NY 11598 from foreclosure.

2. We are submitting this affidavit to explain to the Court what circumstances led to  
the filing of this case.

**General Description**

3. We encountered financial hardships which necessitated the Chapter 11 filing  
because of the following:

- a) Faith lost her job as a school teacher in 2006 and went back to school to  
obtain a Master's Degree in special education which we viewed as a means of  
additional job security. However, until January 2009 Faith was not employed.
- b) Richard's income from insurance sadly declined because of economic  
downturn which hurt his business. Now the business has improved.
- c) We expect to reorganize because:
  - i) As of 2009 Faith has been working earning approximately  
\$90,000.00 per year.

ii) Richard's income has vastly improved from insurance sales.

WHEREFORE, the above are the circumstances leading to the Chapter 11 filing.

/s/Richard Schwartz  
**BY: RICHARD M. SCHWARTZ**

/s/Faith Schwartz  
**FAITH R. SCHWARTZ**

Sworn to before me on this  
2<sup>nd</sup> day of August, 2010

/s/Ronald D. Weiss  
Ronald D. Weiss  
Notary Public, State of New York  
No. 02WE5041400  
Qualified in Suffolk County  
Commission Expires 4/3/11